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**BEFORE THE ARIZONA CORPORATION****COMMISSIONERS**

BOB STUMP - Chairman  
GARY PIERCE  
BRENDA BURNS  
BOB BURNS  
SUSAN BITTER SMITH

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ARIZONA CORPORATION  
DOCKET CONTROL

Arizona Corporation Commission

**DOCKETED**

APR 15 2014

DOCKETED BY

IN THE MATTER OF:

DOCKET NO. S-20905A-14-0061

CATHARON SOFTWARE CORPORATION, a  
Delaware corporation,

BETSY A. FEINBERG and MICHAEL A.  
FEINBERG, husband and wife.

Respondents.

**ORIGINAL**

**SECOND**  
**PROCEDURAL ORDER**  
**(Schedules Hearing)**

**BY THE COMMISSION:**

On February 26, 2014, the Securities Division ("Division") of the Arizona Corporation Commission ("Commission") filed a Temporary Order to Cease and Desist and Notice of Opportunity for Hearing ("T.O. and Notice") against Catharon Software Corporation ("Catharon"), and Betsy A. Feinberg and Michael A. Feinberg, husband and wife (collectively "Respondents"), in which the Division alleged multiple violations of the Arizona Securities Act ("Act") in connection with the offer and sale of securities in the form of common stock.

The Respondents were duly served with copies of the T.O. and Notice.

On March 14, 2014, Respondents filed an Answer to Temporary Order to Cease and Desist and Notice of Opportunity for Hearing and Request for Hearing.

On March 17, 2014, by Procedural Order, a pre-hearing conference was scheduled for April 10, 2014.

On April 10, 2014, at the pre-hearing conference, the Division and Respondents appeared through counsel. Counsel for the Division requested that a hearing be scheduled for at least two weeks beginning in October 2014. Counsel for the Division further requested leave to file an Amended Notice of Opportunity for Hearing, if necessary. Respondents had no objections to these requests.

1 On April 14, 2014, at the request of the parties, a telephonic status conference was held and  
2 the parties appeared through counsel. Counsel for the Respondents requested that the hearing be  
3 scheduled in November 2014. Counsel for the Division did not object to this request. Counsel for  
4 the Respondents agreed to file an acknowledgement regarding potential conflicts of interest.

5 Accordingly, a hearing should be scheduled.

6 IT IS THEREFORE ORDERED that a **hearing shall be held commencing on November 3,**  
7 **2014, at 10:00 a.m., at the Commission's offices, 1200 West Washington Street, Hearing Room**  
8 **No. 1, Phoenix, Arizona.**

9 IT IS FURTHER ORDERED that **the parties shall also set aside November 4, 10, 12-14,**  
10 **17-21, and 24-26, 2014, for additional days of hearing,** if necessary.

11 IT IS FURTHER ORDERED that **the Division and Respondents shall exchange copies of**  
12 **their Witness Lists and copies of the Exhibits by October 3, 2014,** with courtesy copies provided  
13 to the presiding Administrative Law Judge.

14 IT IS FURTHER ORDERED that **if the parties reach a resolution of the issues raised in**  
15 **the Notice prior to the hearing, the Division shall file a Motion to Vacate the Proceeding.**

16 IT IS FURTHER ORDERED that **an acknowledgement regarding potential conflicts of**  
17 **interest shall be filed by the Respondents by May 14, 2014.**

18 IT IS FURTHER ORDERED that **any amendments to the Temporary Order to Cease and**  
19 **Desist and Notice of Opportunity for Hearing shall be filed by June 2, 2014.**

20 IT IS FURTHER ORDERED that the Ex Parte Rule (A.A.C. R14-3-113-Unauthorized  
21 Communications) is in effect and shall remain in effect until the Commission's Decision in this  
22 matter is final and non-appealable.

23 IT IS FURTHER ORDERED that all parties must comply with Rules 31 and 38 of the Rules  
24 of the Arizona Supreme Court and A.R.S. § 40-243 with respect to the practice of law and admission  
25 *pro hac vice*.

26 IT IS FURTHER ORDERED that withdrawal or representation must be made in compliance  
27 with A.A.C. R14-3-104(E) and Rule 1.16 of the Rules of Professional Conduct (under Rule 42 of the  
28 Rules of the Arizona Supreme Court). Representation before the Commission includes appearances

1 at all hearings and procedural conferences, as well as all Open Meetings for which the matter is  
2 scheduled for discussion, unless counsel has previously been granted permission to withdraw by the  
3 Administrative Law Judge or the Commission.

4 IT IS FURTHER ORDERED that the Presiding Administrative Law Judge may rescind, alter,  
5 amend, or waive any portion of this Procedural Order either by subsequent Procedural Order or by  
6 ruling at hearing.

7 DATED this 15<sup>th</sup> day of April, 2014.

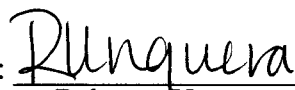
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9  
10   
MARK PRENY  
ADMINISTRATIVE LAW JUDGE

11 Copies of the foregoing mailed/delivered  
12 this 15<sup>th</sup> day of April, 2014, to:

13 Bruce R. Heurlin  
14 Thomas C. Piccioli  
15 HEURLIN SHERLOCK  
16 1636 N. Swan Road, Suite 200  
17 Tucson, AZ 85712  
18 Attorneys for Respondents

16 Matthew Neubert, Director  
17 Securities Division  
18 ARIZONA CORPORATION COMMISSION  
19 1300 West Washington Street  
20 Phoenix, AZ 85007

21 COASH & COASH, INC.  
22 Court Reporting, Video and Videoconferencing  
23 1802 North 7<sup>th</sup> Street  
24 Phoenix, AZ 85006

25  
26  
27 By:   
28 Rebecca Unquera  
Assistant to Mark Preny